

**MINUTES OF THE STANDING COMMITTEE ON
TAX POLICY**

Thursday, December 5, 2007

10:30 A.M.

Room 519 House Office Building

Chairman Bieda called the meeting to order.

MEMBERS PRESENT: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

MEMBERS ABSENT/EXCUSED: Rep. Melton. (1/17)

Representative Condino moved to adopt the minutes from the November 7 and November 8, 2007 meetings. There being no objection, the minutes were approved.

Representative Wenke moved to excuse absent members. There being no objection, absent members were excused.

Chairman Bieda laid **HB 5193, HB 5484, HB 5485, HB 5487, HB 5488, HB 5489, HB 5491, HB 5492, HB 5493, HB 5494, HB 5496, HB 5497** and **SB 910** before the committee.

HB 5193	Tobocman	Revenue sharing; other; references to single business tax; revise.
HB 5484	Robert Jones	State agencies (existing); management and budget; reference to single business tax; revise.
HB 5485	Clemente	Economic development; other; reference to single business tax in the technology park development act; revise.
HB 5487	Young	Housing; other; reference to single business tax; revise.
HB 5488	Espinoza	Economic development; renaissance zones; references to single business tax; revise.
HB 5489	Polidori	Insurance; other; reference to single business tax; revise.
HB 5491	Constan	Employment security; general amendments; reference to single business tax; revise.
HB 5492	Leland	State financing and management; authorities; reference to single business tax; revise.
HB 5493	Scott	Worker's compensation; funds; reference to single business tax; revise.

HB 5494	Calley	Property tax; other; reference to single business tax; revise.
HB 5496	Gaffney	Property tax; exemptions; reference to single business tax; revise.
HB 5497	Cheeks	Economic development; obsolete property and rehabilitation; reference to single business tax; revise.
SB 910	Allen	Economic development; Michigan economic growth authority; reference to the Michigan business tax act and certain other updates; provide for.

Larry Steckelberg, representing the Michigan Department of Treasury, testified before the committee in support of **SB 910**.

James McBryde, representing the Michigan Economic Development Corporation, testified before the committee in support of **SB 910**.

Jamie Callahan, representing the Traverse City Area Chamber of Commerce, turned in a testimony card in support of **SB 910** but did not wish to speak.

Chairman Bieda laid **HB 5460**, **HB 5461** and **HB 5462** before the committee.

HB 5460	Bieda	Business tax; other; sourcing of sales of media property and the services related to the use of media property; provide for.
HB 5461	Angerer	Business tax; other; gross receipts definition; revise to exclude certain sales.
HB 5462	Melton	Business tax; other; assets included under the definition of "purchases from other firms"; revise for certain businesses.

Colleen McNamara and **Mike Ashton**, representing the Michigan Cable Telecommunication Association, testified before the committee in support of **HB 5460**, **HB 5461** and **HB 5462**.

Vans Stevenson, representing the Motion Picture Association of America, testified before the committee in support of **HB 5460**, **HB 5461** and **HB 5462**.

Brian O'Leary, representing NBC Universal, testified before the committee in support of **HB 5460**, **HB 5461** and **HB 5462**.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee on **HB 5460**, **HB 5461** and **HB 5462**.

Rob Elhenicky, representing the Michigan Association of Broadcasters, turned in a testimony card in support of **HB 5460**, **HB 5461** and **HB 5462** but did not wish to speak.

Chairman Bieda laid **HB 5413** before the committee.

HB 5413 Bieda Business tax; other; definition of inventory; expand to include certain securities and commodities.

Janet Sanforo and **Lou Paladino**, representing Morgan Stanley New York, testified before the committee in support of **HB 5413**.

Marin Gibson, representing the Securities Industry and Financial Markets Association, testified before the committee in support of **HB 5413**.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee on **HB 5413**.

Chairman Bieda laid **HB 5327** before the committee.

HB 5327 Bieda Business tax; other; compensation credit for insurance companies; revise.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee on **HB 5327**.

Representative Robert Jones moved to adopt the **(H-1) substitute** to **HB 5327**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5327** as an **(H-1) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda returned to consideration of **HB 5193, HB 5484, HB 5485, HB 5487, HB 5488, HB 5489, HB 5491, HB 5492, HB 5493, HB 5494, HB 5496, HB 5497** and **SB 910**.

Representative Condino moved to adopt the **(H-1) substitute** to **HB 5193**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5193** as an **(H-1) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Wenke moved to adopt the **(H-1) substitute** to **HB 5484**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Young moved to report **HB 5484** as an **(H-1) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Calley moved to report **HB 5485** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Farrah moved to adopt the **(H-2) substitute** to **HB 5487**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5487** as an **(H-2) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5488** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Robert Jones moved to adopt the **(H-1) substitute** to **HB 5489**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5489** as an **(H-1) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Farrah moved to report **HB 5491** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Young moved to adopt the **(H-1) substitute** to **HB 5492**.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Mayes moved to report **HB 5492** as an **(H-1) substitute**, with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report **HB 5493** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Pastor moved to report **HB 5494** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Mayes moved to report **HB 5496** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Mayes moved to report **HB 5497** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Calley moved to report **SB 910** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Farrah, Robert Jones, Mayes, Meisner, Sheltroun, Warren, Young, Meltzer, Sheen, Steil, Pastor, Palmer, Wenke, Calley. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

There being no further business before the committee, **Chairman Bieda** declared the meeting adjourned, the time being **11:52 a.m.**

Representative Steven Bieda, Chair

Eric Esch, Committee Clerk (517) 373-0070